



nonprofithousing.org

Executive Director

Amie Fishman

March 7, 2017

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Honorable Speaker Pro Tempore Kevin Mullin State Capitol P.O. Box 942849 Sacramento, CA 94249

Vice President Jacquie Hoffman Mercy Housing Management Group

Re: Assembly Bill 1598: Expanded Community Revitalization and Investment Authorities - SUPPORT

Secretary **Leslye Corsiglia** SV@Home

Dear Speaker Pro Tempore Mullin,

Treasurer
Dan Sawislak
Resources for
Community Development

On behalf of our 750 plus members, the Non-Profit Housing Association of Northern California (NPH) is writing to voice our enthusiastic support of your Assembly Bill 1598, which will provide local governments with a critical tool to address the housing affordability crisis without raising taxes.

Michele Byrd City of Oakland

Founded in 1979, NPH is the collective voice of those who support, build and finance affordable housing. We are 750 affordable housing developers, advocates, community leaders and businesses, working to secure resources, promote good policy, educate the public, and support affordable homes as the foundation for thriving individuals, families and neighborhoods.

Chuck Cornell Burbank Housing Development Corporation

California is Facing a Housing Affordability Crisis.

Jack Gardner The John Stewart Company

While we believe that everyone should have access to a safe and affordable home, our state has fallen behind on creating these opportunities: Most of our families struggle to afford the cost of living in their local communities, including 50% of our moderate-income families. The most vulnerable of them risk joining the 134,000+ Californians who are already homeless on any given night.

Gail Gilman Community Housing Partnership

Cities and Counties have been starved of affordable housing funds just as they need them the most.

Matt Huerta Matt Huerta

Consulting LLC

Over the past six years, California lost nearly 70% of all state and federal funding formerly available for affordable housing with even deeper cuts anticipated to the US Department of Housing and Urban Development. According to the California Housing Partnership Corporation (CHPC) between 2009 and 2015 San Mateo County alone lost 76% of its annual affordable housing funding or \$9.5 million a year.

Andrea Papanastassiou Northern California Community Loan Fund

Matt Schwartz California Housing Partnership Corporation

Joshua Simon East Bay Asian Local Development Corporation

> **Dan Wu** Charities Housing

Malcolm Yeung Chinatown Community Development Center

The Voice of Affordable Housing

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Practically this results in hundreds of low-income Californians being shut out of San Mateo each year and millions more throughout the state. AB 1598 improves the ability of cities and counties to close their yawning affordable housing funding gap through expanding how they are able to create Community Revitalization and Investment Authorities (CRIAs).

Expanding CRIAs will provide localities with a much-needed tool to address the housing affordability crisis. As you know, current state law limits CRIAs to areas where there is finding of "blight" that are characterized by crime and high unemployment. Many Bay Area communities, however, are not lacking in private investment in commercial and office development but instead are experiencing significant job growth without any corresponding affordable housing development. CRIAs allow jurisdictions to be able to capture the tax increment produced by new commercial development and invest those revenues in the production of new homes affordable to their workers without raising taxes. CRIAs can also now be applied to an entire jurisdiction, which could raise significant tax increment revenues.

This common sense and budget neutral approach will create a valuable tool for the Bay Area's cities and counties to meaningfully address our region's affordability crisis <u>all without raising taxes</u>. This valuable tool could not come soon enough.

Thank you for your leadership on this issue and for authoring Assembly Bill 1598. We are proud to strongly support you and AB 1598.

Sincerely,

Amie Fishman
Executive Director

Non-Profit Housing Association of Northern California (NPH)